



Senate Fiscal Agency
P.O. Box 30036
Lansing, Michigan 48909-7536



Telephone: (517) 373-2768
Fax: (517) 373-1986

Article 10

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2021-22 YEAR-TO-DATE*	FY 2022-23 INITIAL APPROPS.	CHANGES FROM FY 2021-22 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	1,054.5	1,054.5	0.0	0.0
GROSS.....	221,104,000	347,366,000	126,262,000	57.1
Less:				
Interdepartmental Grants Received	101,800	101,800	0	0.0
ADJUSTED GROSS	221,002,200	347,264,200	126,262,000	57.1
Less:				
Federal Funds	120,015,300	200,364,300	80,349,000	66.9
Local and Private.....	640,000	640,000	0	0.0
TOTAL STATE SPENDING.....	100,346,900	146,259,900	45,913,000	45.8
Less:				
Other State Restricted Funds.....	21,336,700	18,794,900	(2,541,800)	(11.9)
GENERAL FUND/GENERAL PURPOSE	79,010,200	127,465,000	48,454,800	61.3
PAYMENTS TO LOCALS.....	4,386,500	4,176,000	(210,500)	(4.8)

*As of July 21, 2022.

	Gross	GF/GP
FY 2021-22 Year-to-Date Appropriation	\$221,104,000	\$79,010,200

Changes from FY 2021-22 Year-to-Date:

Items Included by the Senate and House

- | | | |
|--|-----------|-----------|
| 1. Grand Rapids Home for Veterans. The Governor, Senate, and House recommended \$6,456,000 gross, including \$1,831,000 Federal, \$560,000 Restricted, and \$4,065,000 GF/GP to cover transition costs related to assuming operation of a new facility. | 6,456,000 | 4,065,000 |
| 2. Selfridge Air Guard Base. The Governor, Senate, and House recommended \$6.1 million GF/GP to improve/expand facilities at Selfridge Air Base to prepare it for future generation aircraft flying missions. | 6,100,000 | 6,100,000 |
| 3. Suicide Prevention Outreach. The Governor, Senate, and House recommended \$1.2 million GF/GP for the Michigan Veterans Affairs Agency to conduct a suicide prevention outreach program. | 1,200,000 | 1,200,000 |
| 4. Grand Rapids Home for Veterans. The Governor, Senate, and House recommended funding of \$201,100 GF/GP to cover increases in building security contract costs. | 201,100 | 201,100 |
| 5. Military Retirement. The Governor, Senate, and House recommended \$582,000 GF/GP to accommodate anticipated retirement cost obligations, which would result in a total FY 2022-23 retirement appropriation of \$1,457,000 GF/GP. | 582,000 | 582,000 |
| 6. Chesterfield Township Home for Veterans. The Governor, Senate, and House recommended funding of \$50,300 GF/GP to cover increases in building security contract costs. | 50,300 | 50,300 |

7. Fund Shifts. The Governor, Senate, and House recommended a fund shift of \$6.0 million GF/GP to Federal (Medicaid) and a fund shift of \$2,745,100 from Restricted to Federal (Veterans Health Administration).	0	(6,000,000)
8. Elimination of FY 2021-22 One-Time Funding. The Governor, Senate, and House recommended the elimination of FY 2021-22 one-time funding of \$8,956,000 Gross, including \$6,456,000 Gross, \$1,831,000 Federal, \$560,000 Restricted and \$4,065,000 GF/GP for Grand Rapids Home for Veterans Transition, and \$2.5 million GF/GP for Record Consolidation and Digitization.	(8,956,000)	(6,565,000)
9. Adjustment for FY 2021-22 Supplemental Appropriations. Adjustment to reflect \$251,400 GF/GP appropriated under PA 166 of 2021-22 for security needs at the Grand Rapids and Chesterfield Township homes for veterans.	-251400	-251400
10. Economic Adjustments. Includes \$2,530,000 Gross and \$1,222,800 GF/GP for total economic adjustments, of which an estimated negative \$1,036,000 Gross and negative \$493,300 GF/GP is for legacy retirement costs.	2,530,000	1,222,800

Conference Agreement on Items of Difference

11. Armory Modernization. The Governor and Senate recommended \$115.0 million gross, including \$60.0 million Federal, and \$55.0 million GF/GP to modernize State armories, including improvements necessary to accommodate female guard members. House provided a \$100 placeholder. Confer included \$100.0 million Gross, including \$60.0 million Federal, \$40.0 million GF/GP.	100,000,000	40,000,000
12. State Veterans Cemetery. Conference included \$12.0 million Gross, including \$10.5 million Federal and \$1.5 million GF/GP in one-time funding to develop a State veterans cemetery.	12,000,000	1,500,000
13. Buddy-to-Buddy Mentorship Program. The House included \$1.2 million GF/GP for the program. Conference did not include.	0	0
14. Michigan Veterans Facility Authority (MVFA). The Governor recommended \$6.0 million GF/GP in one-time funding to assist the Authority to 'bridge vet homes' operational financing between current GF/GP and anticipated federal and restricted revenue. The Senate and House did not include. Conference included \$6.0 million GF/GP.	6,000,000	6,000,000
15. National Guard Tuition Assistance Program. The Governor and Senate recommended an increase of 1.0 FTE and \$5.0 million GF/GP to allow for inclusion of spouses and children of guard members to be eligible for the program, which would bring the total appropriation for the program to \$11,521,900 GF/GP for FY 2022-23. The House and Conference did not include.	0	0
16. State Cemetery Feasibility Study. The Governor recommended \$250,000 GF/GP in one-time funding for a contracted study to determine the feasibility and cost of a proposed State military cemetery. The Senate provided a \$100 GF/GP placeholder for the study. The House and Conference included \$250,000 GF/GP.	250,000	250,000
17. Michigan Veterans Affairs Administration. The Senate reduced the Michigan Veterans Affairs Administration appropriations line to accommodate funding for a \$100 one-time placeholder appropriation for a cemetery feasibility study. Conference did not include.	0	0
18. New Veterans Homes. The Senate added a \$100 GF/GP placeholder appropriation for each of two proposed homes for veterans, located in Detroit (\$100) and Marquette (\$100). Conference did not include.	0	0
19. Armory Maintenance. The House reduced funding for armory maintenance projects for sustainment, restoration, and modernization by \$165,100 GF/GP. Conference did not include.	0	0

20. Michigan Volunteer Defense Force. The House included \$100,000 GF/GP to support ongoing costs of uniforms, training, equipment, and operations of the Michigan Volunteer Defense Force. Conference included \$100,000 GF/GP in one-time funding.	100,000	100,000
21. National Guard Operations. The House reduced \$35,000 GF/GP from National Guard Operations line item to reflect the transfer of funding for the Michigan Volunteer Defense Force to its own line item. Conference did not include.	0	0
22. D.J. Jacobetti Home for Veterans. The House included a \$100 GF/GP placeholder for capital improvements at the D.J. Jacobetti Home for Veterans facility. Conference did not include.	0	0
23. FY 2022-23 One-Time Appropriations. One-time appropriations total \$132,106,000 Gross, including \$72,331,000 Federal, \$560,000 Restricted, and \$59,215,000 GF/GP and includes funding for Armory Modernization (\$100,000), Grand Rapids Home for Veterans (\$6,456,000), Michigan Volunteer Defense Force (\$100,000), MVFA Facilities Transition (\$6.0 million), Selfridge Air National Guard Base (\$6.1 million), State Veterans Cemetery (\$12.0 million), and Veterans Suicide Prevention Outreach (\$1.2 million).		
Total Changes	\$126,513,400	\$48,706,200
FY 2022-23 Initial Appropriation	\$347,366,000	\$127,465,000

Boilerplate Changes from FY 2021-22 Year-to-Date:Items Included by the Senate and House

1. **Record Consolidation and Digitization.** The Governor and Senate recommended language providing guidelines for one-time appropriations be eliminated. (Sec. 601)
2. **Veterans Suicide Prevention Outreach.** The Governor, Senate, and House recommended new language providing guidelines for proposed veterans suicide prevention outreach program in part 1. (Sec. 602)

Conference Agreement on Items of Difference

3. **Core Services Listing.** The Governor and House recommended elimination of listing of Department core services upon which appropriations in part 1 is based. The Senate retained current year language. Conference concurred with Governor and House. (Sec. 222)
4. **State Workforce.** Conference added NEW section stating that It is the intent of the legislature that departments and agencies maximize the efficiency of the state workforce and, where possible, prioritize in-person work. Each executive branch department, agency, board, or commission that receives funding under part 1 must post its in-person, remote, or hybrid work policy on its website. (Sec. 222)
5. **Delivery of Reports.** Governor and House included NEW language that states that Except as otherwise provided under this article, any report required to be provided by the department under this article shall be provided to Senate and House appropriations subcommittees with jurisdiction over the budget of the department, the senate and house fiscal agencies, and the state budget office. (Sec. 226)
6. **Unclassified Salaries Quarterly Report.** The Governor recommended elimination of language that required quarterly status and notification of when a new unclassified position has been added or changed. The Senate retained current year language. House and Conference concurred with Governor. (Sec. 301)
7. **Michigan Youth Challenge Academy.** The Governor and House removed performance metrics language. The Senate retained current year language. Conference concurred with Governor and House. (Sec. 303)
8. **Military Family Relief Fund.** The Governor and House removed language concerning program goals. The Senate retained current year language. Conference concurred with House. (Sec. 304)

9. **National Guard Tuition Assistance Program.** The Governor and House recommend elimination of statutory reference, unmet needs report and performance metrics. The Senate retained current year language. Conference concurred with Governor and House. (Sec. 307)
10. **Michigan Volunteer Defense Force.** The House added a NEW section requiring the department to maintain the guidelines established under section 251(5) of the Michigan military act, 1967 PA 150, MCL 32.651, for membership goals in the Michigan volunteer defense force and take all steps necessary to carry out and implement those guidelines. Conference included. (Sec. 312)
11. **COVID Vaccine Waiver Report.** The Senate added new language which requires the department to report by December 1 on the department waiver requests for FY 2020-21 and FY 2021-22. Conference included. (Sec. 313)
12. **Retirement Processing Report.** The Senate added new language requiring a quarterly report on the time it takes for the department to process retirement requests by members of the national guard. Conference included. (Sec. 314)
13. **Receive and Expend Private Revenues - Michigan Veterans Affairs Agency Administration.** The Senate removed current year section which allowed for receipt and expenditure of private revenues above the amount appropriated in part 1. House included. Conference included and added reporting language. (Sec. 404)
14. **Michigan Veterans Affairs Agency (MVAA).** The Governor and House recommended elimination of language pertaining to goals and performance metrics. The Senate retained current year language. Conference concurred with House. (Sec. 406)
15. **Veterans Service Organization Grants.** The Governor and House recommended several changes to guidelines for the grant program, including removal of biannual and quarterly reports, and details contained in reports by grantees. The Senate retained current year language. Conference concurred with Governor and House. (Sec. 407)
16. **County Veteran Service Fund.** The Conference added a NEW section requiring \$4,177,900 be deposited in the Fund and available for expenditure and \$210,500 is to be used for administrative costs (over the current allowed amount of \$200,000 and less than the Governor recommended level of \$260,000) and that \$72,100 be allocated to a county with a population between 30,000 and 31,000 population and adds reporting requirements. (Sec. 413)
17. **Private Revenues - Veterans Facilities.** The Governor and House recommended NEW language to allow for private revenue held by the State on a nonfiduciary basis for a member to be appropriated for medical or other expenses incurred by a member, per GASP requirements. The Senate did not include this section. Conference concurred with Governor and House. (Sec. 463)
18. **State Veterans Cemetery.** Conference added a NEW section which provides guidelines for the development of a State-run veterans cemetery. (Sec. 601)
19. **Veterans Homes Transition to Federal Funding.** Conference added language requiring the MVFA to provide a report by January 1 that provides a detailed plan and timeline for the MVFA to transition this state's veterans facilities to being fully supported by Federal revenues. (Sec. 602)
20. **Veterans Suicide Prevention Outreach.** The Governor, Senate, and House recommended new language providing guidelines for proposed veterans suicide prevention outreach program in part 1. (Sec. 603)

Date Completed: 7-21-22

Fiscal Analyst: Bruce Baker

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.